



General Assembly

January Session, 2001

Raised Bill No. 6587

LCO No. 3304

Referred to Committee on Judiciary

Introduced by:
(JUD)

AN ACT CONCERNING INTEREST ON JUDGMENTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 37-3a of the general statutes is repealed and the following is
2 substituted in lieu thereof:

3 Except as provided in sections 37-3b, 37-3c and 52-192a, interest at
4 the rate of ten per cent a year, and no more, may be recovered and
5 allowed in civil actions or arbitration proceedings under chapter 909,
6 including actions to recover money loaned at a greater rate, as
7 damages for the detention of money after it becomes payable. Upon
8 entry of a civil judgment, interest shall accrue at the rate of ten per cent
9 per year. Judgment may be given for the recovery of taxes assessed
10 and paid upon the loan, and the insurance upon the estate mortgaged
11 to secure the loan, whenever the borrower has agreed in writing to pay
12 such taxes or insurance or both. Whenever the maker of any contract is
13 a resident of another state or the mortgage security is located in
14 another state, any obligee or holder of such contract, residing in this
15 state, may lawfully recover any agreed rate of interest or damages on
16 such contract until it is fully performed, not exceeding the legal rate of
17 interest in the state where such contract purports to have been made or

18 such mortgage security is located.

Statement of Purpose:

To specifically provide that interest shall automatically accrue at judgment.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]